



**TIONG NAM**  
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**TIONG NAM LOGISTICS HOLDINGS BERHAD**

Company No. 198901005177 (182485V)  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT**  
**30 SEPTEMBER 2020**



# TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)

(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2020 – UNAUDITED

	INDIVIDUAL 3 MONTHS ENDED 30 SEP			CUMULATIVE 6 MONTHS ENDED 30 SEP		
	2020 RM ('000)	2019 RM ('000)	CHANGES %	2020 RM ('000)	2019 RM ('000)	CHANGES %
Revenue	149,046	155,544	-4.18%	272,035	305,574	-10.98%
Direct operation expenses	(104,481)	(115,833)	-9.80%	(197,748)	(228,740)	-13.55%
Depreciation and amortization	(13,651)	(11,759)	16.09%	(27,116)	(21,159)	28.15%
Finance cost	(10,909)	(11,320)	-3.63%	(22,508)	(22,343)	0.74%
Other overhead expenses	(13,330)	(14,039)	-5.05%	(23,750)	(26,889)	-11.67%
Operating profit	6,676	2,593	157.45%	914	6,443	-85.82%
Share of profit / (loss) after tax in associates	(15)	(30)	-50.00%	(12)	10	-220.00%
Profit before tax	6,661	2,563	159.87%	902	6,453	-86.03%
Tax expenses	(2,748)	(813)	237.99%	(2,464)	(2,074)	18.80%
Net profit for the period	3,913	1,750	123.58%	(1,562)	4,367	-135.68%
Attributable to:						
Equity holders of the Company	3,689	1,308	182.01%	(1,838)	3,245	-156.65%
Non-controlling Interest	224	442	-49.32%	276	1,122	-75.40%
Net profit for the period	3,913	1,750	123.58%	(1,562)	4,367	-135.77%
Basic earnings per ordinary shares (sen)	0.83	0.29	184.56%	(0.41)	0.71	-157.92%
Diluted earnings per ordinary shares (sen)	0.83	0.29	184.56%	(0.41)	0.71	-157.92%

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to the financial statements



## TIONG NAM LOGISTICS HOLDINGS BERHAD

Company No. 198901005177 (182485V)  
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### CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2020 - UNAUDITED

	INDIVIDUAL 3 MONTHS ENDED 30 SEP			CUMULATIVE 6 MONTHS ENDED 30 SEP		
	2020 RM ('000)	2019 RM ('000)	CHANGES %	2020 RM ('000)	2019 RM ('000)	CHANGES %
Profit/(Loss) for the period	3,913	1,750	123.58%	(1,562)	4,367	-135.68%
Currency translation differences arising from consolidation	(432)	(51)	747.06%	(229)	168	-236.31%
Total comprehensive income/(loss)	3,481	1,699	104.87%	(1,791)	4,535	-139.39%
Total comprehensive income/(loss) attributed to:						
Equity holders of the Company	3,257	1,257	159.09%	(2,067)	3,413	-160.57%
Non-controlling interests	224	442	-49.32%	276	1,122	-75.40%
Net profit/(loss) for the period	3,481	1,699	104.87%	(1,791)	4,535	-139.50%

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to the financial statements.



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
 Company No. 198901005177 (182485V)  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
 AS AT 30 SEPTEMBER 2020 – UNAUDITED**

	30 SEP 2020 RM ('000)	31 MAR 2020 RM ('000)
<b>Assets</b>		
Property, plant and equipment	1,024,796	1,013,753
Investment properties	47,448	48,790
Investment in associates	580	591
Deferred tax assets	28,664	20,101
Right-of-use assets	271,291	269,029
Inventories	152,533	152,249
<b>Total non-current assets</b>	<b>1,525,312</b>	<b>1,504,513</b>
Other Investments	14,289	8,760
Inventories	201,056	198,341
Receivables	211,826	191,234
Tax recoverable	7,683	12,489
Cash and cash equivalents	11,514	13,050
Asset classified as held for sales	23,000	23,000
<b>Total current assets</b>	<b>469,368</b>	<b>446,874</b>
<b>Total assets</b>	<b>1,994,680</b>	<b>1,951,387</b>
<b>Equity</b>		
Share capital	171,371	171,371
Reserves	514,096	516,758
<b>Total equity attributable to equity holders of the Company</b>	<b>685,467</b>	<b>688,129</b>
Minority interest	9,007	9,431
<b>Total equity</b>	<b>694,474</b>	<b>697,560</b>
<b>Liabilities</b>		
Deferred tax liabilities	56,536	51,490
Other payables	2	-
Lease liabilities	59,620	66,136
Loans and borrowings	714,702	660,252
<b>Total non-current liabilities</b>	<b>830,860</b>	<b>777,878</b>
Payables	144,989	121,843
Lease liabilities	13,384	13,433
Loans and borrowings	304,988	338,329
Provision for taxation	5,985	2,344
<b>Total current liabilities</b>	<b>469,346</b>	<b>475,949</b>
<b>Total liabilities</b>	<b>1,300,206</b>	<b>1,253,827</b>
<b>Total equity and liabilities</b>	<b>1,994,680</b>	<b>1,951,387</b>
<b>Net Assets per share (RM)</b>	<b>1.53</b>	<b>1.51</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial statements.



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2020 – UNAUDITED**

	← Attributable to shareholders of the Company →							Total Equity RM'000
	← Non-distributable →				Distributable		Minority Interest RM'000	
	Share Capital RM'000	Treasury Shares RM'000	Revaluation Reserves RM' 000	Exchange Fluctuation Reserves RM' 000	Retained Profits RM'000	Total RM'000		
At 01 April 2020	171,371	(9,964)	114,640	(193)	412,275	688,129	9,431	697,560
Total comprehensive Income/(loss) for the period	-	-	-	(229)	(1,838)	(2,067)	276	(1,791)
Purchase of own shares	-	(595)	-	-	-	(595)	-	(595)
Acquisition of non- controlling interest	-	-	-	-	-	-	-	-
Dividend paid to minority interest	-	-	-	-	-	-	(700)	(700)
<b>At 30 Sep 2020</b>	<b>171,371</b>	<b>(10,559)</b>	<b>114,640</b>	<b>(422)</b>	<b>410,438</b>	<b>685,467</b>	<b>9,007</b>	<b>694,474</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial statements.



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
 FOR THE PERIOD ENDED 30 SEPTEMBER - UNAUDITED**

	<b>30 SEP 2020 RM'000</b>	<b>30 SEP 2019 RM'000 RESTATED</b>
<b>Cash flows from operating activities</b>		
Profit / (loss) before tax	902	6,453
<b>Adjustment for: -</b>		
Impairment loss / (Reversal of impairment loss) on trade receivable	2,623	1,366
Impairment of goodwill		
Depreciation of PPE	18,428	17,241
Depreciation of right-of use assets	8,688	3,918
Interest expenses	22,508	22,343
<b>Loss/ (Gain) on disposals of: -</b>		
- quoted investments	-	490
- property, plant & equipment	55	(139)
- investment properties		
<b>Changes in fair value of investment properties</b>		
Share of (profit)/loss in associates	11	(10)
Interest income	(38)	(61)
Quoted investment		
- Fair value (gain) / loss	(2,405)	(949)
- Gross dividends	(198)	(567)
	<b>50,574</b>	<b>50,085</b>
<b>Changes in working capital:</b>		
Changes in inventories	(2,999)	(32,739)
Changes in trade and other receivables	(23,215)	21,271
Changes in trade and other payables	23,100	(1,628)
	<b>47,459</b>	<b>36,988</b>
Tax refunded/(paid)	2,467	2,448
<b>Net cash from operating activities</b>	<b>49,926</b>	<b>39,436</b>



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE PERIOD ENDED 30 SEPTEMBER - UNAUDITED - CONTINUATION**

	30 SEP 2020 RM'000	30 SEP 2019 RM'000
<b>Cash flows from investing activities</b>		
<b>Acquisition of: -</b>		
- property, plant and equipment	(22,353)	(35,295)
- right of use assets	(11,101)	-
- investment properties	(3,946)	(1,285)
<b>Proceeds from disposal of: -</b>		
- quoted investments	-	1,475
- withdrawal of investment	-	55
- property, plant and equipment	148	514
<b>Investment in</b>		
- quoted shares	(3,124)	(3,708)
<b>Interest received</b>	38	61
<b>Dividend received</b>	198	567
<b>Net cash used in investing activities</b>	<b>(40,140)</b>	<b>(37,616)</b>
<b>Cash flows from financing activities</b>		
<b>Drawdown of term loan</b>	145,065	124,628
<b>(Repayment of) / Proceeds from:</b>		
- term loan	(87,769)	(96,567)
- finance lease liabilities	(6,574)	(7,018)
- short term borrowings	(38,445)	2,697
<b>Payment of lease liabilities</b>	(8,230)	(2,376)
<b>Purchase of own shares</b>	(597)	(437)
<b>Interest paid</b>	(20,794)	(22,225)
<b>(Increase) / decrease in pledged deposits with licensed bank</b>	1	842
<b>Dividend paid to shareholders of the Company</b>		
- Current year	-	-
<b>Dividend paid to minority shareholders of Subsidiaries</b>	(700)	(1,796)
<b>Net cash from financing activities</b>	<b>(18,042)</b>	<b>(2,352)</b>
<b>Exchange differences on translation of the financial statements of foreign subsidiary</b>	(81)	9
<b>Net increase / (decrease) in cash and cash Equivalents</b>	<b>(8,337)</b>	<b>(524)</b>
<b>Cash &amp; cash equivalents at beginning of year</b>	<b>3,457</b>	<b>(14,740)</b>
<b>Cash &amp; cash equivalents at end of year</b>	<b>(4,880)</b>	<b>(15,264)</b>



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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE PERIOD ENDED 30 SEPTEMBER - UNAUDITED - CONTINUATION**

	<b>30 SEP 2020 RM'000</b>	<b>30 SEP 2019 RM'000</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	9,805	9,707
Fixed deposits with licensed banks	1,709	2,397
Bank overdraft	(14,685)	(27,294)
	<b>(3,172)</b>	<b>(15,191)</b>
<b>Less: Deposits pledged</b>	<b>(1,709)</b>	<b>(73)</b>
	<b>(4,880)</b>	<b>(15,264)</b>

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2020 and the accompanying explanatory notes attached to the interim financial statements.





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## **A NOTES TO THE INTERIM FINANCIAL REPORT**

### **A1 Basis of Preparation**

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad, including compliance with Malaysian Financial Reporting Standards (MFRS) 134 Interim Financial Reporting, issued by Malaysian Accounting Standard Board (MASB).

The interim financial statements should be read in conjunction with the Group's financial statement for the year ended 31 March 2020. This interim report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the financial year 2018 annual financial statements.

### **A2 Accounting Policies**

The significant accounting policies, method of computation and basis of consolidation applied in the consolidated condensed interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 March 2019, except for the adoption of MFRS 16 *Leases* effective for the financial period beginning on 1 April 2019.

MFRS 16 introduces an on-balance sheet lease accounting model for lessees. The lessees recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments. Accordingly, the Group prepares its financial statements with adoption of MFRS 16 in its financial statement for the financial year ended 31 March 2020.



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**A3 Audit Opinion**

The audit report of the Company and its subsidiaries for the preceding annual financial statements were not subject to any audit qualification.

**A4 Seasonality or Cyclicity of Interim Operations**

The operations of the Group shall be affected during the festive season in the months of June, December and January where there are lesser working days in the said months.

**A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There are no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter ended 30 September 2020.

**A6 Material Changes in Estimates**

There were no changes in estimates of amounts that have had material effect in the current quarter results.

**A7 Issuance, Cancellation, Repurchase, Resale and Repayment of Debts and Equity Securities**

There are no issuance, cancellation, repurchase, resale, and repayment of debts and equity securities for the financial period ended 30 September 2020 other than the following: -

i) The Group repaid term loans of RM 85.9 million for the quarter ended 30 September 2020.

ii) During the second quarter ended 30 September 2020, the Company purchases 1,111,000 units of its issued ordinary shares from the open market. The Company held a total of 13,774,295 treasury shares as at 30 September 2020.

**A8 Dividend Paid**

No dividend was paid in the quarter ended 30 September 2020.



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**A9 Segmental Report**

	As at 30 Sep 2020 RM'000	As at 31 March 2020 RM'000
<b><u>Assets Employed</u></b>		
Logistics & Warehousing Services	1,279,687	1,255,406
Investments	14,869	9,351
Property Development Projects	434,100	445,680
Hotel & Dormitory	266,024	240,950
	1,994,680	1,951,387

	Individual 3 months ended 30 Sep		Cumulative 6 months ended 30 Sep	
	2020 RM' 000	2019 RM' 000	2020 RM' 000	2019 RM' 000
<b><u>Revenue</u></b>				
Logistics & Warehousing Services	146,811	136,611	267,395	278,178
Investments	97	501	198	567
Property development	653	15,024	932	21,230
Hotel & Dormitory	1,485	3,408	3,510	5,599
	149,046	155,544	272,035	305,574



**A9 Segmental Report**

	Individual 3 months ended 30 September									
	Logistics and warehousing services		Investment		Property development		Hotel & Dormitory		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	RM '000	RESTATED RM '000	RM '000	RESTATED RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Segment profit, profit before tax, interest, depreciation and amortisation	32,103	21,671	906	(793)	(1,038)	5,625	(762)	(865)	31,209	25,638
Depreciation and amortisation	(11,996)	(10,253)	-	-	(184)	(513)	(1,471)	(993)	(13,651)	(11,759)
Interest Income	(6)	25	-	-	32	10	-	-	26	35
Finance costs	(5,769)	(5,041)	174	-	(2,076)	(3,473)	(3,238)	(2,806)	(10,909)	(11,320)
Share of profit of associates	-	-	(15)	(30)	-	-	-	-	(15)	(30)
<b>Profit before tax</b>	<b>14,332</b>	<b>6,402</b>	<b>1,066</b>	<b>(823)</b>	<b>(3,266)</b>	<b>1,649</b>	<b>(5,471)</b>	<b>(4,664)</b>	<b>6,661</b>	<b>2,563</b>

	Cumulative 6 months ended 30 September									
	Logistics and warehousing services		Investment		Property development		Hotel & Dormitory		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	RM '000	RESTATED RM '000	RM '000	RESTATED RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Segment profit, profit before tax, interest, depreciation and amortisation	52,482	43,049	2,603	1,026	(3,585)	8,020	(1,001)	(2,212)	50,499	49,884
Depreciation and amortisation	(23,871)	(18,306)	-	-	(366)	(1,026)	(2,879)	(1,827)	(27,116)	(21,159)
Interest Income	(4)	40	-	-	42	21	-	-	38	61
Finance costs	(11,429)	(10,568)	-	-	(4,766)	(6,833)	(6,313)	(4,942)	(22,508)	(22,343)
Share of profit of associates	-	-	(12)	10	-	-	-	-	(12)	10
<b>Profit before tax</b>	<b>17,178</b>	<b>14,215</b>	<b>2,591</b>	<b>1,036</b>	<b>(8,675)</b>	<b>182</b>	<b>(10,193)</b>	<b>(8,980)</b>	<b>902</b>	<b>6,453</b>



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
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**A10 Valuation of Property, Plant & Equipment**

Under MFRS140, investment properties were measured at fair value. All the land and buildings were revalued in January 2016 and investment properties were revalued in January 2020 by an independent professional valuer based on open market basis using comparison method and cost method. Trucks, trailers and machineries and equipments are stated at cost less accumulated depreciation.

**A11 Subsequent Material Events**

There are no material events subsequent to the end of the period that have not been reflected in this quarterly report.

**A12 Changes in the Composition of the Group**

There were no changes in composition of the Group during the current quarter and financial period-to-date.

**A13 Contingent Liabilities and Contingent Assets**

There are no changes in contingent liabilities and contingent assets since the last annual balance sheet date.

**A14 Capital Commitments**

As at the end of the reporting quarter, the Group has approved and contracted for capital commitments of RM 32.3 million in respect of property, plant and equipments.



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
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**B ADDITIONAL INFORMATION IN THE INTERIM FINANCIAL REPORT REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS**

**B1 Review of Performance of the Group**

Revenue for the current quarter has decreased by 4.2% to RM 149.0 million as compared to RM 155.5 million for the preceding year corresponding quarter.

Revenue for Logistics and Warehousing Services has increased by 7.5% to RM 146.8 million as compared to RM 136.6 million for the preceding year corresponding quarter. This increase is due to securing new total logistics customers as well as business expansion from our existing customers.

Property Development revenue has decreased by 95.3% to RM 0.7 million compared to RM 15.0 million for the preceding year corresponding quarter.

Revenue for hotel and dormitory has decreased by 55.9% to RM 1.5 million as compared to RM 3.4 million for the preceding year corresponding quarter.

The Group posted a pre-tax profit of RM 3.9 million for the current quarter as compared to the pre-tax profit of RM 1.8 million for the preceding year corresponding quarter.

**B2 Variation of Results Against the Preceding Quarter**

Revenue for the current quarter has increased by 21.1% to RM 149.0 million as compared to RM 123.0 million for the preceding quarter. This increase is mainly due to increase of revenue for Logistics & Warehousing services segment.

Revenue for Logistics and Warehousing Services has increased by 21.7% to RM 146.8 million compared to RM 120.6 million for the preceding quarter. This increase is due to uplift of sales during this Recovery Movement Control Order ("RMCO").

Property Development revenue is flat at RM 0.7 million as compared to the preceding quarter.

Revenue for hotel and dormitory is flat at RM1.5 million as compared to the preceding quarter.

The Group posted a pre-tax profit of RM 3.9 million compared to the pre-tax loss of RM 5.8 million for the preceding quarter.



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### B3 Current Year Prospects

The global and regional economic climate for the calendar years 2020 and 2021 is expected to be affected by COVID-19. Hence the Group's core logistics and warehousing services segment is expected to be affected by the slow down.

However, the Group will continue to strategize to maintain our market shares, focus on operational efficiency, cost control, service innovation to sustain its core logistics & warehousing business over the long term.

The property development and hotel & dormitory segments are expected to incur operating loss in financial year 2021.

### B4 Profit Forecast

Not applicable.

### B5 Tax Expense

	Individual 3 months ended 30 September		Cumulative 6 months ended 30 September	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Income Tax	4,172	1,881	5,987	4,062
Deferred Taxation	(1,424)	(1,067)	(3,523)	(1,976)
	<b>2,748</b>	<b>813</b>	<b>2,464</b>	<b>2,074</b>

The Group's effective tax rate for individual 3 months and cumulative 6 months were higher than the statutory tax rate due to certain expenses which was non-deductible.

### B6 Profit / (Loss) on Sale on Unquoted Investments

There was no disposal of unquoted investments for the current quarter and financial period to date.

### B7 Status of Corporate Proposals

There are no corporate proposals pending completion as at 30 September 2020.



**B8 Group Borrowings and Debt Securities**

**Borrowings in Malaysian Ringgit**

	<b>30 September 2020 RM'000</b>	<b>31 March 2020 RM'000</b>
<b>Non-current</b>		
<b>Secured</b>		
- Hire purchase liabilities	29,373	34,225
- Term loans	685,329	626,027
	<u>714,702</u>	<u>660,252</u>
<b>Current</b>		
<b>Secured</b>		
- Hire purchase liabilities	15,401	15,093
- Term loans	65,230	67,236
	80,631	82,329
<b>Unsecured</b>		
- Revolving credits	148,500	173,500
- Bankers' acceptances	61,172	74,617
- Bank overdrafts	14,685	7,883
	<u>224,357</u>	<u>256,000</u>
	<u>304,988</u>	<u>338,329</u>
<b>Total borrowings</b>	<u><u>1,019,690</u></u>	<u><u>998,581</u></u>

**B9 Off Balance Sheet Financial Instruments**

There was no financial instrument with off balance sheet risk at the date of this report.





**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
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## **B10 Material Litigation**

### **(a) Terminal Perintis Sdn Bhd vs Tan Ngee Hong Construction Sdn Bhd**

On 26 March 2014, Terminal Perintis Sdn Bhd ("TPSB") awarded to Tan Ngee Hong Construction Sdn. Bhd. ("Contractor") a contract and the parties have entered into a PAM Contract 2006 ("Contract") dated 23 December 2014 for Proposed Mixed Commercial Strata Development of 1 block of 22 storey Service Apartment, 1 block of 22 storey Hotel, 5 storey Podium and Carpark inclusive of 2 storey basement, 19 lots retail space, management office, refuse chamber, 1 unit Stesen Suis Utama (SSU) and 1 unit Guard House for the development of the Pinetree Marina Resort at Johor Bahru, Johor Darul Ta'zim.

Malayan Banking Berhad ("MBB") has agreed to guarantee the due performance of the Project by the Contractor via bank guarantee for Performance Bond No. 99080BGP6052351 dated 28 August 2014 ("BG").

On 4 August 2015, the Architect issued a notice of default to the Contractor, pursuant to Clause 25 of the Contract inter alia on the basis that the Contractor had failed to proceed regularly and diligently with the works and hence a delay in the progress of the works by 288 days.

On 18 August 2015, TPSB exercised its rights pursuant to clause 25 of the Contract to determine the employment of the Contractor under the Contract between TPSB and the Contractor.

Subsequently, TPSB served a letter of demand to MBB requesting the release of payment amounting to RM 15,738,100.00 pursuant to the BG.

MBB has on 25 September 2015 remitted the said amount to TPSB.

On 1 October 2015, the Contractor serves TPSB an Originating Summons No. 24NCvC-613-09/2015 dated 1 October 2015 together with a sealed copy of the Ex Parte Order dated 27 September 2015 by the Contractor through its solicitors, Messrs. Tan Swee Im, P.Y. Hoh & Tai to order TPSB to either pay back the sum received to MBB, or place the sum received on trust and in favour of the Contractor until further notice from the Court.

On 28 January 2016, the High Court dismissed Contractor's application and set-aside the Ex Parte Order dated 27 September 2015 with costs of RM 8,000 to TPSB.

On 22 April 2016, the Contractor filed its point of claim against TPSB to Arbitration amounting to RM 56,897,448.58, which among other includes request to refund RM 15,738,100 on the above-mentioned BG.

TPSB has filed in its Defence and Counterclaim amounting to RM 82,883,326.60 being costs and expenses incurred by TPSB due to the substantial delay caused by the Contractor, in accordance with the terms and conditions of the Contract.



**TIONG NAM LOGISTICS HOLDINGS BERHAD**  
Company No. 198901005177 (182485V)  
(Incorporated in Malaysia)

**B10 Material Litigation (cont.)**

The initial hearing dates are on 4 Jan 2017 to 6 Jan 2017, 9 Jan 2017 to 13 Jan 2017, 16 Jan 2017 and 17 Jan 2017. This hearing date has been further postponed to 24 October 2017, 27 October 2017, 30-31 October 2017, 1-2 November 2017 and 27-30 November 2017.

Both TPSB and Contractor have agreed to defer the exchange of witness statement and to vacate all hearing dates fixed earlier. The new hearing date shall be determined and fixed later.



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## B11 Dividends

The Board of Directors did not recommend the payment of dividend for the current quarter ended 30 September 2020.

## B12 Earnings Per Share

a The number of ordinary shares used in the computation of EPS

	Individual 3 months ended 30 Sep		Cumulative 6 months ended 30 Sep	
	2020 '000	2019 '000	2020 '000	2019 '000
Basic	447,001	454,806	447,001	454,806
Diluted earnings per share	447,001	454,806	447,001	454,806



**B14 Notes to Statements of Comprehensive Income**

	INDIVIDUAL 3 MONTHS ENDED 30 SEPTEMBER RM '000		CUMULATIVE 6 MONTHS ENDED 30 SEPTEMBER RM '000	
	2020	2019 RESTATED	2020	2019 RESTATED
Net profit for the period is arrived at after charging / (crediting)				
Audit fees	89	143	242	276
Depreciation of: -				
- Property, Plant & Equipment	9,221	8,621	18,428	18,801
- Right-of-use Assets	4,430	3,138	8,688	2,358
Amortisation of prepaid leases payments	4	-	8	-
Contributions to Employees Provident Fund	1,950	2,197	4,026	4,420
Wages, salaries and others	25,352	27,533	51,028	54,689
Expenses relating to short-term leases	11,698	10,813	23,072	24,695
(Gain)/loss on disposal of: -				
- quoted investments	-	-	-	490
- property, plant and equipment	-	(131)	2	(139)
Rental income from:				
- land and buildings	(439)	(293)	(736)	(685)
Change in fair value of investment properties	-	-	-	-
(Gain) /Loss on foreign exchange:				
- Realised	179	304	49	(79)
Quoted investments:				
- fair value (gain) / loss	(809)	1,294	(2,405)	(949)
- gross dividends	(299)	(501)	(198)	(567)
Impairment loss / (gain) on:				
- receivables	1,915	391	2,623	1,366
Interest income	(26)	(35)	(38)	(61)